Page 1 STATE OF NEW MEXICO 1 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT 2 OIL CONSERVATION DIVISION 3 COPY 4 REPORTER'S TRANSCRIPT OF PROCEEDINGS 5 6 EXAMINER HEARING 7 PRE-HEARING TRANSCRIPT October 27, 2016 8 Santa Fe, New Mexico 9 10 11 12 BEFORE: WILLIAM V. JONES, CHIEF EXAMINER 13 DAVID K. BROOKS, LEGAL EXAMINER 14 15 16 This matter came on for hearing before the 17 New Mexico Oil Conservation Division, William V. Jones, Chief Examiner, and David K. Brooks, Legal Examiner, on 18 Thursday, October 27, 2016, at the New Mexico Energy, Minerals and Natural Resources Department, Wendell Chino 19 Building, 1220 South St. Francis Drive, Porter Hall, 20 Room 102, Santa Fe, New Mexico. 21 Mary C. Hankins, CCR, RPR 22 REPORTED BY: New Mexico CCR #20 Paul Baca Professional Court Reporters 23 500 4th Street, Northwest, Suite 105 Albuquerque, New Mexico 87102 24 (505) 843-9241 25

Page 2 1 (8:17 a.m.) 2 EXAMINER JONES: Let's go on the record 3 this morning. I hate to put everything on the record. I wanted to make some comments that Florene is out, and 4 we're going to be working on the docket tonight and 5 6 tomorrow for November 17th. But I would urge the 7 attorneys to look at the docket as soon as it hits the Web site and check it and make sure that the cases are 8 all there. And let us know by tomorrow afternoon, if 9 10 you can. Okay. This is Docket Number 43-16 Examiner 11 12 Hearing for October 27th, 2016. David Brooks, attorney, and I'm William V. Jones. 13 14 On page 1, Case Number 15541 is dismissed. 15 On page 2, Case Number 15559, which is number four, is continued to November 17th, and Case Number 15561 is 16 17 continued to November 17th. Case Number 1556 -- three 18 5s and a 6 is dismissed. On page 3, Case Number 15562 is continued 19 20 to December 1st. 21 On page 4, Case 14, which is Case Number 22 15544, re-advertised, is dismissed. And down on -- down on number 17, Case Number 15569 is dismissed. 23 24 Page 5, Case 15571 is dismissed, and Case 15572 is continued to November 17th. Case 15573 is 25

Page 3 1 continued to December the 1st. Case 15574 is continued 2 to December 1st. Case 15575 is continued to December 3 1st. And page 6, all those cases on that page 4 5 are continued to December 1st, and those cases are Case Numbers 15576, 15577, 15578, 15579, 15580. 6 7 Page 7, Case 15581 is continued to December 1st, and Case 15510 and 15511 are continued to --8 9 MR. BRUCE: November 17. 10 EXAMINER JONES: -- November 17th. 11 Thank you, Mr. Bruce. And Case 15547 is continued to December 12 13 1st, and Case 15548 is continued to December 1st. 14 On page 8, the first four cases are continued to December 1st. Those cases are 15549, 15 15550, 15551, 15552. 16 17 And I'm going to disappear on December 1st, and Mr. Brooks is also. 18 19 (Laughter.) 20 EXAMINER JONES: Okay. Changes? 21 MS. KESSLER: Mr. Examiner, page 4, Case Number 18, that's Number 15570, should be dismissed. 22 23 EXAMINER JONES: Thank you. 24 Case Number 15570 is dismissed. 25 Any other changes or dismissals or

Page 4 1 continuances? 2 MR. BRUCE: Mr. Examiner, on page 2, if it hasn't already been done, Case Number 15559 is continued 3 to the 17th. 4 MS. ARNOLD: It's Case Number 15563. 5 MR. BRUCE: Oh, 63. That's right. 6 7 MS. ARNOLD: On page 3. EXAMINER JONES: Is it continued to the 8 9 17th? 10 MS. ARNOLD: Yes. MR. BRUCE: Yeah. 11 EXAMINER JONES: Case 15563 is continued to 12 the 17th. 13 That narrows it down to about, I think, 14 15 nine cases, with 12 cases total. (The prehearing proceedings conclude, 8:22 16 17 a.m.) 18 19 20 21 22 23 24 25

	Page 5
1	STATE OF NEW MEXICO
2	COUNTY OF BERNALILLO
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4	CERTIFICATE OF COURT REPORTER
5	I, MARY C. HANKINS, Certified Court
6	Reporter, New Mexico Certified Court Reporter No. 20,
7	and Registered Professional Reporter, do hereby certify
8	that I reported the foregoing proceedings in
9	stenographic shorthand and that the foregoing pages are
10	a true and correct transcript of those proceedings that
11	were reduced to printed form by me to the best of my
12	ability.
13	I FURTHER CERTIFY that the Reporter's
14	Record of the proceedings truly and accurately reflects
15	the exhibits, if any, offered by the respective parties.
16	I FURTHER CERTIFY that I am neither
17	employed by nor related to any of the parties or
18	attorneys in this case and that I have no interest in
19	the final disposition of this case.
20	ALL A LILLING
21	MARY C. HANKINS, CCR, RPR
22	Certified Court Reporter
23	New Mexico CCR No. 20 Date of CCR Expiration: 12/31/2016
24	Paul Baca Professional Court Reporters
25	